

State of Connecticut Department of Social Services Office of CON Rate Setting
Asset Useful Lives

<u>Asset Category</u>	<u>Years of Life^^</u>	<u>CLA</u>	<u>ICF-MR</u>	<u>Note</u>	
Buildings	30	√	√		
Building Improvements & Fixed Equipment > \$7,500 **	Approved Capital Improvement	√	√	First Year Depreciation for assets with less than 12 months of use will be one year	
Building Improvements & Fixed Equipment < \$7,500 **	5♦	√	√	First Year Depreciation for assets with less than 12 months of use will be one year.	
Oil Tank and Roof Repairs > \$2,500	Approved Capital Improvement	√	√	First Year Depreciation for assets with less than 12 months of use will be one year	
Leasehold Improvements	Approved Capital Improvement or remaining life of the lease, whichever is less	√	√		
Computer Equipment	3	N/A	√		
Office Movable Equipment: such as desk, files cabinets, copiers, etc.	5	N/A	√		
Residential Movable Equipment	5	√	√	First Year Depreciation for Furniture or Equipment with less than 12 months use will be six months; unless added in July, then depreciation will be one year	
Motor Vehicles	5	N/A	√		
Used Motor Vehicles	3	N/A	√		
Note: allowable depreciation expense for new homes will be based on the number of months the facility was opened.					
Note: repairs completed by an in-house maintenance staff must adhere to the same guidelines noted above.					
^^ Effective CYE 6/30/2000					
** Effective CYE 2006 Cost Limitation of \$3,500 increased to \$7,500					
♦ Effective CYE 6/30/2006 - No Capital Improvement is required, 3 Bids must be obtained for ALL Capital Improvements over \$2,500. All Improvements are subject to audit, 20% reduction for non-compliance					